

descriptions of charges; (5) identify those charges for which failure to pay will not result in disconnection of the customer's basic local service; and (6) provide a toll free number for customers to call in order to lodge a complaint or obtain information. Customers' bills will distinguish (1) monthly charges for service and features, and other charges collected and retained by the carrier, from (2) taxes, fees and other charges collected by the carrier and remitted to federal state or local governments. Bush-Tell, Inc. will not label cost recovery fees or charges as taxes.

READYPROVIDE READY ACCESS TO CUSTOMER SERVICE

Customers and potential customers may access customer service by visiting Bush-Tell, Inc.'s office or by using a toll-free telephone number during normal business hours. Customer service contact information is available at our business office with regular hours posted on the storefront. In addition, this information is available online and on the monthly invoice rendered by Bush-Tell, Inc.

ABIDE BY POLICIES FOR PROTECTION OF CUSTOMER PRIVACY

Bush-Tell, Inc. complies with all state and federal rules regarding the privacy of customer information. Certification of this compliance is provided annually to the FCC.

RESPONSE TO CONSUMER INQUIRIES AND COMPLAINTS RECEIVED FROM GOVERNMENT AGENCIES

Bush-Tell, Inc. will respond in writing to state or federal administrative agencies within 30 days of receiving written consumer complaints from any such agency. Should the agency require a shorter interval for response, Bush-Tell, Inc. will use its best efforts to expedite the review of the complaint to provide a response which meets the agency-provided target date.

TERMINATION OF SERVICE

Bush-Tell, Inc. follows the state public utility commission's rules for termination of service. Service cannot be terminated without advance notice to the customer. If service is being terminated for non-payment, the customer will have the option to establish a payment plan. So long as the customer adheres to the payment plan, service will not be disconnected. Customers may terminate service at any time and for any reason. Bush-Tell, Inc. does not assess any termination penalty and the customer is simply required to pay for the services which were used while the service was provided.

Bush-Tell, Inc.:	Bush-Tell, Inc.
Study Area Code	613004
Supplemental Data for:	Line 610-Description of Functionality in Emergency Situations

As an initial point, Bush-Tell, Inc. had no service outages during 2014 which met the FCC's threshold for reporting into the Network Outage Reporting System ("NORS").

Bush-Tell, Inc. engages in preventative maintenance programs which help ensure network reliability in all conditions. This includes regular checks on generators, battery back-up, HVAC infrastructure at central office switches, and tree trimming/removal when trees have the potential to take down telephone lines during events of high wind or heavy snow. Access to critical infrastructure (like central office switches) is limited to essential personnel. Spare equipment is maintained in inventory.

Like most local exchange carriers, Bush-Tell, Inc.'s network consists of electronic switching equipment and a network of fiber optics and copper facilities. Each Bush-Tell community is non-contiguous and is not connected by roads, making redundancy between communities extremely expensive. Typical connection costs between exchanges for a T1 of capacity can cost more than \$14,000 a month.

From a switching standpoint, Bush-Tell, Inc. has one primary switch in each community it serves. The largest threat to switches is the loss of power. To address this, Bush-Tell, Inc. ensures adequate battery back-up is maintained as well as backup generator capacity at its largest exchanges. The following table shows the available battery backup at each exchange as well as backup generator capacity:

Exchange	Generator	Batteries
Aniak	30KW	12 Hrs
Anvik		8 Hrs
Crooked Creek		8 Hrs
Grayling		8 Hrs
Kalskag	10KW	8 Hrs
Red Devil		8 Hrs
Shageluk		8 Hrs
Stoney River		8 Hrs
Sleet Mute		8 Hrs

In cases of emergency, Bush-Tell, Inc.'s management has contact information for all employees. Depending upon the scope of the emergency, Bush-Tell, Inc. may call-in as many employees as necessary to provide continual telecommunications service. When poles are down from emergencies, the Bush-Tell, Inc. works with other utilities attached to the same poles to expedite the repair or replacement of the infrastructure.

In summation, Bush-Tell, Inc. takes preventative measures to plan for emergency situations and also takes steps to mitigate the risk or duration of such events.

Bush-Tell, Inc.:	Bush-Tell, Inc.
Study Area Code	613004
Supplemental Data for:	Line 920-Tribal Government Engagement Obligation

Bush-Tell, Inc. contacted all of the tribal administrators in its service area in order to comply with the Universal Service Transformation Order. Bush-Tell, Inc. contacted the following Traditional Councils by phone to verify the President or Chief and to verify their address. This effort was headed up by Sonya Hill, Bush-Tell's Office Manager and an Alaska Native:

Aniak Traditional Council
PO Box 349
Aniak, AK 99557
President: Wayne Morgan
Tribal Admin: Laura Simeon
Ph # 675-4349

Anvik Traditional Council
PO Box 10
Anvik, AK 99558
Chief: Carl Jerue Jr.
Ph # 663-6346

Holy Cross Tribal Council
PO Box 89
Holy Cross, AK 99602
Chief: Eugene and Tessie Paul
Ph # 476-7207

Shageluk IRA (Indian Reorganization Act.)
PO Box 35
Shageluk, AK 99665
Chief: Election to be held 11-8-12
Ph #473-8239

Grayling IRA (Indian Reorganization Act.)
PO Box 49
Grayling, AK 99590
Chief: Gabriel Nicholi
Ph # 453-5116

Crooked Creek Traditional Council
PO Box 69
Crooked Creek, AK 99575
President: Evelyn Thomas
Ph # 432-2200

Sleetmute Traditional Council
PO Box 109
Sleetmute, AK 99668
President: Sophie Gregory
Ph # 449-4263

Stony River Traditional Council
PO Box SRV
Stony River, AK 99557
President: Mary Willis
Ph # 537-3258

Village of Upper Kalskag
PO Box 50
Upper Kalskag, AK 99607
President: Elections held on Oct. 1st
Tribal Admin: Bonnie Perrson
Ph # 471-2322

Village of Lower Kalskag
PO Box 27
Lower Kalskag, AK 99626
President: Nastasia Levi
Ph # 471-2300

Red Devil Traditional Council
PO Box 27
Red Devil, AK 99656
President: No Council at this time.
Tried and was unable to contact anyone.

Each tribal administrator was informed of Bush-Tell Inc.'s responsibility to work with all tribal offices regarding a variety of topics, and that Bush-Tell, Inc. would be sending out a letter describing those responsibilities. Specifically, Bush-Tell, Inc. informed each entity its intent to have discussions including (i) A needs assessment and deployment planning with a focus on Tribal community anchor institutions; (ii) Feasibility and sustainability planning; (iii) Marketing

services in a culturally sensitive manner; (iv) Rights of way processes, land use permitting, facilities siting, environmental and cultural preservation review processes; and (v) Compliance with Tribal business and licensing requirements. Face to face meetings with each entity were conducted by Doug DeVore, Bush-Tell, Inc.'s Vice President/Assistant General Manager, and Sonya Hill, during the fall of 2013. No specific needs were identified for the communities by the native leaders beyond the efforts already being conducted by Bush-Tell to provide broadband service to the communities.

Bush-Tell, Inc.:	Bush-Tell, Inc.
Study Area Code	613004
Supplemental Data for:	Line 1010-Voice Services Rate Compatibility

Bush-Tell, Inc. certifies that it meets the local voice service rate compatibility requirements. The Residential rate for all Bush-Tell exchanges is \$21.50 a month, which is above the local rate floor of \$21.22 that has been established by the FCC. With state surcharges this rate is \$29.55. The federal \$6.50 SLC brings this residential rate to \$35.70, which is below the two standard deviations from the applicable urban rate for voice service of \$47.48.

RCA No. 99 Original Sheet No. 5.26

Canceling Sheet No. _____

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APR 13 2011

STATE OF ALASKA
REGULATORY COMMISSION OF ALASKA**BUSH-TELL, INC.**

5.7 DISCOUNTED SERVICES

5.7.1 LOCAL SERVICE ASSISTANCE - LIFELINE & LINKUP

5.7.1.1	RATES	Monthly Rate
5.7.1.1.1	Local Service Assistance ("LSA") - Lifeline	\$1.00*

* This charge is in addition to the appropriate charges as specified in Sections 5.3 and 5.6.

5.7.1.1.2 Customer who meet the requirements in Section 5.7.1.2.4 or 5.7.1.2.5 are eligible for Lifeline Connection Assistance ("LCA") which reduces the customer's service order and installation charges by fifty percent (50%) up to a maximum of thirty dollars (\$30.00). Additional Lifeline Connection Assistance is available of up to \$70.00 that will cover 100 percent of the connection charges between \$60.00 and \$130.00. Remaining service order and installation charges will appear on the customer's first month billing.

5.7.1.1.3 The customer may defer payment on up to the \$200 of the 5.7.1.1.2 charges without interest for a period not to exceed one year. Payment shall be made over a twelve (12) month period.

5.7.1.2 TERMS AND CONDITIONS

5.7.1.2.1 For customers approved for Local Service Assistance, the End User Common Line Charge (a/k/a the Subscriber Line Charge) will be waived.

5.7.1.2.2 The requested service must be a single line to a residential subscriber's primary place of residence.

5.7.1.2.3 Lifeline will offered to any requesting customer who meets the eligibility criteria specified in Section 5.7.1.2.4 or Section 5.7.1.2.5.

5.7.1.2.4 The customer lives in a household with income at or below 135% of the applicable federal poverty guidelines for Alaska, as established by the United States Department of Health and Human Services. For purposes of applying the poverty guideline, the term "family unit" means all persons who occupy a housing unit, regardless of whether they are related to each other.

Tariff Advice No. 47-99

Effective: May 31, 2011Date Issued: April 11, 2011
Issued By: BUSH-TELL, INC.By: Doug DeVore
Doug DeVoreTitle: Vice President/Assistant General Manager

RCA No. 99 Original Sheet No. 5.27

Canceling _____ Sheet No. _____

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STATE OF ALASKA
REGULATORY COMMISSION OF ALASKA

BUSH-TELL, INC.

5.7 **DISCOUNTED SERVICES**

5.7.1 **LOCAL SERVICE ASSISTANCE - LIFELINE & LINKUP**

5.7.1.2 **TERMS AND CONDITIONS**

5.7.1.2.4.1 The customer is required to provide documentation of the income in the form of:

- 5.7.1.2.4.1.1 A previous year's state, or federal tax return;
- 5.7.1.2.4.1.2 A current income statement from an employer or paycheck stub;
- 5.7.1.2.4.1.3 A statement of benefits from the United States Social Security Administration;
- 5.7.1.2.4.1.4 A statement of benefits from the United States Department of Veteran's Affairs;
- 5.7.1.2.4.1.5 A retirement or pension statement of benefits;
- 5.7.1.2.4.1.6 An unemployment or worker's compensation statement of benefits;
- 5.7.1.2.4.1.7 A federal or tribal notice letter of participation in general assistance;
- 5.7.1.2.4.1.8 A divorce decree or child support document; or
- 5.7.1.2.4.1.9 Any other official document demonstrating proof of income.

5.7.1.2.4.2 If the customer provides income documentation that does not cover one full year, the documentation must cover at least three consecutive months in the current calendar year.

5.7.1.2.5 The customer receives benefits from one of the following programs:

- 5.7.1.2.5.1 Supplemental Security Income;
- 5.7.1.2.5.2 Alaska Temporary Assistance Program;
- 5.7.1.2.5.3 Adult Public Assistance (which includes aid to the aged, the blind & the disabled);
- 5.7.1.2.5.4 Low Income Home Energy Assistance Program;
- 5.7.1.2.5.5 Federal Public Housing Assistance;
- 5.7.1.2.5.6 Medicaid;
- 5.7.1.2.5.7 Food Stamps;
- 5.7.1.2.5.8 Bureau of Indian Affairs ("BIA") general assistance
- 5.7.1.2.5.9 Tribally Administered Temporary Assistance for Needy Families (TANF) (tribally-administered block grant program)
- 5.7.1.2.5.10 Head Start Programs (under income qualifying eligibility provision only);
- 5.7.1.2.5.11 National School Lunch Program (free meals program only);
- 5.7.1.2.5.12 VA Disability Pension;
- 5.7.1.2.5.13 Child Care Assistance Program - PASS I, PASS II, PASS III;

Tariff Advice No. 47-99

Effective: **May 31, 2011**

Date Issued: April 11, 2011
Issued By: BUSH-TELL, INC.

By: 
Doug DeVore

Title: Vice President/Assistant General Manager

RCA No. 99 Original Sheet No. 5.28

Canceling Sheet No.

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STATE OF ALASKA
REGULATORY COMMISSION OF ALASKA

BUSH-TELL, INC.

5.7 DISCOUNTED SERVICES

5.7.1 LOCAL SERVICE ASSISTANCE - LIFELINE & LINKUP

5.7.1.2 TERMS AND CONDITIONS

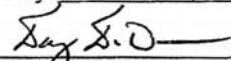
- 5.7.1.2.5.14 WIC - Women, Infants & Children Program;
- 5.7.1.2.5.15 Alaska State Housing Corporations Programs:
 - 5.7.1.2.5.15.1 Public Housing
 - 5.7.1.2.5.15.2 Interest Rate Reduction for Low Income Borrowers
 - 5.7.1.2.5.15.3 Home Investment Partnership Program "HOME"
 - 5.7.1.2.5.15.4 Low Income Housing Tax Credit Program
 - 5.7.1.2.5.15.5 Senior Citizen Housing Development Fund
- 5.7.1.2.5.16 State of Alaska Heating Assistance Program;
- 5.7.1.2.5.17 Pioneer Home Payment Assistance;
- 5.7.1.2.5.18 Denali Kid Care: or
- 5.7.1.2.5.19 Senior Care

- 5.7.1.2.6 The customer must sign, under penalty of perjury, a document certifying:
 - 5.7.1.2.6.1 The number of individuals in the customer's household and the customer's household income; or
 - 5.7.1.2.6.2 That the customer is receiving benefits from one or more of the programs listed in Section 5.7.1.2.5 and identifying the program(s) from which the customer is receiving benefits.
 - 5.7.1.2.6.3 And certifying that the customer agrees to notify the Company when;
 - 5.7.1.2.6.3.1 The customer's income exceeds the 135 percent threshold specified in Section 5.7.1.2.4; or
 - 5.7.1.2.6.3.2 The customer no longer receives benefits from any of the program(s) the customer identified in Section 5.7.1.2.6.2.
- 5.7.1.2.7 The Company shall retain a customer's self-certification for as long as the customer receives lifeline service but there is no requirement to maintain any other documentation of eligibility that a customer provides.
- 5.7.1.2.8 Monthly charges will be waived for Toll Restriction and a security deposit to initiate service is not required when Lifeline customer elect to subscribe to Toll Restriction.

Tariff Advice No. 47-99

Effective: **May 31, 2011**

Date Issued: April 11, 2011
Issued By: BUSH-TELL, INC.

By: 
Doug DeVore

Title: Vice President/Assistant General Manager

RCA No. 99 Original Sheet No. 5.29

Canceling _____ Sheet No. _____

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APR 13 2011

STATE OF ALASKA
REGULATORY COMMISSION OF ALASKA

BUSH-TELL, INC.

5.7 **DISCOUNTED SERVICES**

5.7.1 **LOCAL SERVICE ASSISTANCE - LIFELINE & LINKUP**

5.7.1.2 **TERMS AND CONDITIONS**

5.7.1.2.9 Local service will not be disconnected for nonpayment of toll charges. Partial payments received from Lifeline subscribers will be applied first to local service charges and then to toll charges, unless the customer directs otherwise.

5.7.1.2.10 Annual Lifeline Review - The Company is required to annually select a random sample of Lifeline customer and verify that those customer remain eligible for Lifeline service;

5.7.1.2.10.1 However, there is no requirement to verify a specific customer more often than every three years.

5.7.1.2.10.2 The Company can accept self-certification of eligibility under Section 5.7.1.2.6 ;
or

5.7.1.2.10.3 Require the customer to provide written documentation of continued eligibility regardless of whether the customer previously provided documentation of income under Section 5.7.1.2.4.1. or initially applied under Section 5.7.1.2.5.

5.7.1.2.11 **LINK UP**

5.7.1.2.11.1 Lifeline connection Assistance - Link Up ("LCA"), shall be provided a subsequent time only for a principal residence with a different address than the residence where LCA was previously provided.

5.7.1.2.11.2 LCA does not apply to security deposits. Security deposits are not required for a customer that subscribe to Toll Restriction.

5.7.1.2.11.3 Service order and installation charges include customer charges assessed to connect subscribers to the network, including facilities-based charges associated with the extension of lines or construction of facilities needed to initiate service. the reduction shall not apply to charges assessed for facilities or equipment that fall on the customer's side of the demarcation point between the Company's facilities and the customer's premise equipment including wiring and telephone instruments.

Tariff Advice No. 47-99

Effective: **May 31, 2011**

Date Issued: April 11, 2011
Issued By: BUSH-TELL, INC.

By: 
Doug DeVore

Title: Vice President/Assistant General Manager

RCA No. 99

Original

Sheet No. 5.30

Canceling

Sheet No.

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REGULATORY COMMISSION OF ALASKA**BUSH-TELL, INC.**

5.7

DISCOUNTED SERVICES

5.7.2

UNIVERSAL SERVICE DISCOUNT FOR ELIGIBLE SCHOOLS AND LIBRARIES

5.7.1.2

RATES

School & Library Discount Matrix % of students eligible for national school lunch program	Discount Levels	
	Urban Discount	Rural Discount
< 1	20%	25%
1 - 19	40%	50%
20 - 34	50%	60%
35 - 49	60%	70%
50 - 74	80%	80%
75 - 100	90%	90%

5.7.3.2

TERMS AND CONDITIONS

5.7.3.2.1

The universal service discounts provided herein are applicable to all services, provided under the jurisdiction of this tariff, including special contracts. Universal service discounts will be granted only when the applicant supplies evidence to the Company that the appropriate federal universal service funds are available by demonstrating that the federal universal service fund administrator has committed the necessary funds for the exclusive use of the applicant. Discounts will not be provided prior to January 1, 1998.

5.7.3.2.2

Universal service discounts will be applied to the applicant's bill coinciding with the federal universal service funding period. Each year, the applicant must supply evidence to the Company that the appropriate federal universal service funds are available by demonstrating that the federal universal fund administrator has committed the necessary funds. If this evidence is not provided, the Company will discontinue the applicant's universal service discounts, consistent with the termination of the current funding period, and to subsequently begin billing the undiscounted rate.

Tariff Advice No. 47-99

Effective: **May 31, 2011**

Date Issued: April 11, 2011

Issued By: BUSH-TELL, INC.By: Doug DeVore
Doug DeVoreTitle: Vice President\Assistant General Manager

54.313 Lifeline customers MOU and additional toll charges

Lifeline subscribers receive the same residential service as a regular subscriber, but at a reduced monthly recurring rate. Thus, lifeline subscribers have an unlimited number of local calling minutes. As for toll, lifeline subscribers, similar to every Bush-Tell, Inc. subscriber, are free to choose their own toll usage plans through IXC's that serve Bush-Tell, Inc.



BUSH-TELL, INC.

Box 109 • Aniak, Alaska 99557 • (907) 675-4311

Date: July 1, 2015

Ms. Marlene H. Dortch
Secretary
Federal Communications Commission
9300 East Hampton Drive
Capitol Heights, MD 20743

**Re: WC Docket No. 14-58, 2015 Annual Report, Form 481 for High-Cost Recipient
54.313(f)(1) "Milestone Certification"**

Dear Ms. Dortch:

In compliance with the filing requirements associated with, and attached to Form 481, we wish to advise the Commission that Bush-Tell, Inc.:

- Has taken reasonable steps to provide upon reasonable request broadband service at actual speeds of 4 Mbps downstream/1 Mbps upstream;
- Provides latency suitable for real-time applications including VoIP and usage capacity which is reasonably comparable to those in urban areas and;
- That reasonable requests for service are met within a reasonable timeframe.

If there are questions, I may be contacted at 907-675-4311

Sincerely,
Harry F. Colliver, Jr. President

ANCHOR INSTITUTIONS WITHIN BUSH-TELL, INC. SERVICE AREA

Access to broadband services was available prior to 2014 to all known anchor institutions in the communities served by Bush-Tell, Inc. All requests for broadband services, and speed, were fulfilled in 2014. Bush-Tell, Inc. continues to monitor customer demand and technological innovation, planning to size its network in anticipation of requests for higher speed broadband services.

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		<i>This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq. and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.</i> BORROWER NAME Bush-Tell, Incorporated (Prepared with Audited Data)			
INSTRUCTIONS -Submit report to RUS within 30 days after close of the period. For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.		PERIOD ENDING December, 2014		BORROWER DESIGNATION AK0525	
CERTIFICATION We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief. ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES. DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII (Check one of the following)					
<div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <input checked="" type="checkbox"/> All of the obligations under the RUS loan documents have been fulfilled in all material respects. </div> <div style="width: 45%;"> <input type="checkbox"/> There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report </div> </div>					
Harry Colliver		3/12/2015 DATE			
PART A. BALANCE SHEET					
ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
CURRENT ASSETS			CURRENT LIABILITIES		
1. Cash and Equivalents	469,932	466,953	25. Accounts Payable	89,947	67,080
2. Cash-RUS Construction Fund			26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments	5,981	5,984
a. Telecom, Accounts Receivable	106,600	80,541	28. Customer Deposits		
b. Other Accounts Receivable			29. Current Mat. L/T Debt	325,643	320,688
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable	281,895	265,970	32. Income Taxes Accrued		
b. Other Accounts Receivable	42,611	29,023	33. Other Taxes Accrued	2,299	2,868
c. Notes Receivable			34. Other Current Liabilities	26,578	18,831
5. Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)	450,448	415,451
6. Material-Regulated	3,872	1,804	LONG-TERM DEBT		
7. Material-Nonregulated	6,633	6,633	36. Funded Debt-RUS Notes	1,064,474	761,716
8. Prepayments	28,167	40,937	37. Funded Debt-RTB Notes		
9. Other Current Assets			38. Funded Debt-FFB Notes		
10. Total Current Assets (1 Thru 9)	939,710	891,861	39. Funded Debt-Other		
NONCURRENT ASSETS			40. Funded Debt-Rural Develop. Loan		
11. Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Reacquired Debt		
b. Nonrural Development			43. Obligations Under Capital Lease		
12. Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt		
b. Nonrural Development			46. Total Long-Term Debt (36 thru 45)	1,064,474	761,716
13. Nonregulated Investments	61,764	38,080	OTHER LIAB. & DEF. CREDITS		
14. Other Noncurrent Assets			47. Other Long-Term Liabilities		
15. Deferred Charges	548,044	488,034	48. Other Deferred Credits	16,970	14,507
16. Jurisdictional Differences			49. Other Jurisdictional Differences		
17. Total Noncurrent Assets (11 thru 16)	609,808	526,114	50. Total Other Liabilities and Deferred Credits (47 thru 49)	16,970	14,507
PLANT, PROPERTY, AND EQUIPMENT			EQUITY		
18. Telecom, Plant-in-Service	9,769,214	9,778,055	51. Cap. Stock Outstand. & Subscribed	5,000	5,000
19. Property Held for Future Use	0	0	52. Additional Paid-in-Capital		
20. Plant Under Construction	76,650	96,429	53. Treasury Stock		
21. Plant Adj., Nonop. Plant & Goodwill			54. Membership and Cap. Certificates		
22. Less Accumulated Depreciation	8,470,048	8,626,724	55. Other Capital		
23. Net Plant (18 thru 21 less 22)	1,375,816	1,247,760	56. Patronage Capital Credits		
24. TOTAL ASSETS (10+17+23)			57. Retained Earnings or Margins	1,388,442	1,469,061
			58. Total Equity (51 thru 57)	1,393,442	1,474,061
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	2,925,334	2,665,735
	2,925,334	2,665,735			

Total Equity = 55.30% % of Total Assets

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

AK0525

PERIOD ENDING

December, 2014

INSTRUCTIONS- See RUS Bulletin 1744-2

PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	246,755	236,584
2. Network Access Services Revenues	1,789,078	2,142,209
3. Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues		
5. Miscellaneous Revenues	110,829	114,671
6. Uncollectible Revenues	1,815	30,122
7. Net Operating Revenues (1 thru 5 less 6)	2,144,847	2,463,342
8. Plant Specific Operations Expense	975,826	1,032,643
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	156,633	150,955
10. Depreciation Expense	249,058	250,092
11. Amortization Expense		
12. Customer Operations Expense	69,374	74,596
13. Corporate Operations Expense	744,626	685,778
14. Total Operating Expenses (8 thru 13)	2,195,517	2,194,064
15. Operating Income or Margins (7 less 14)	(50,670)	269,278
16. Other Operating Income and Expenses		
17. State and Local Taxes	(11,060)	12,032
18. Federal Income Taxes	(44,235)	47,979
19. Other Taxes	39	2,132
20. Total Operating Taxes (17+18+19)	(55,256)	62,143
21. Net Operating Income or Margins (15+16-20)	4,586	207,135
22. Interest on Funded Debt	76,720	62,378
23. Interest Expense - Capital Leases		
24. Other Interest Expense		
25. Allowance for Funds Used During Construction		
26. Total Fixed Charges (22+23+24-25)	76,720	62,378
27. Nonoperating Net Income	(4,695)	(216)
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	(1,211)	(63,922)
31. Total Net Income or Margins (21+27+28+29+30-26)	(78,040)	80,619
32. Total Taxes Based on Income		
33. Retained Earnings or Margins Beginning-of-Year	1,466,482	1,388,442
34. Miscellaneous Credits Year-to-Date		
35. Dividends Declared (Common)		
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital		
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	1,388,442	1,469,061
40. Patronage Capital Beginning-of-Year		
41. Transfers to Patronage Capital		
42. Patronage Capital Credits Retired		
43. Patronage Capital End-of-Year (40+41-42)	0	0
44. Annual Debt Service Payments	362,506	369,128
45. Cash Ratio [(14+20-10-11) / 7]	0.8817	0.8144
46. Operating Accrual Ratio [(14+20+26) / 7]	1.0336	0.9412
47. TIER [(31+26) / 26]	-0.0172	2.2924
48. DSCR [(31+26+10+11) / 44]	0.6834	1.0649

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

AK0525

PERIOD ENDED

December, 2014

Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION

EXCHANGE	1. RATES		2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
	B-1	R-1	BUSINESS	RESIDENTIAL	TOTAL	TOTAL (including fiber)	FIBER
	(a)	(b)	(a)	(b)	(c)	(a)	(b)
Aniak	34.50	21.50	143	101	244	12.00	
Anvik	34.50	21.50	26	17	43	1.00	
Crooked Creek	34.50	21.50	17	20	37	1.00	
Grayling	34.50	21.50	28	23	51	2.00	
Holy Cross	34.50	21.50	39	40	79	1.00	
Kalskag	34.50	21.50	70	60	130	8.00	
Red Devil	34.50	21.50	3	9	12	2.00	
Shageluk	34.50	21.50	28	15	43	1.00	
Sleetmute	34.50	21.50	17	25	42	1.00	
Stony River	34.50	21.50	8	9	17	1.00	
MobileWireless					0		
Route Mileage Outside Exchange Area						0.00	0.00
Total			379	319	698	30.00	0.00
No. Exchanges	10						

USDA-RUS

OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

AK0525

PERIOD ENDED

December, 2014

Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION

4. BROADBAND SERVICE

Details on Least Expensive Broadband Service								
EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Number Of Subscribers (c)	Advertised Download Rate (Kbps) (d)	Advertised Upload Rate (Kbps) (e)	Price Per Month (f)	Standalone/Pckg (f)	Type Of Technology (g)
Aniak		56						
Anvik		0						
Crooked Creek		0						
Grayling		1						
Holy Cross		9						
Kalskag		18						
Red Devil		0						
Shageluk		4						
Sleetmute		0						
Stony River		0						
Total	0	88						

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS			BORROWER DESIGNATION AK0525 <hr/> PERIOD ENDING December, 2014		
INSTRUCTIONS- See RUS Bulletin 1744-2					
PART D. SYSTEM DATA					
1. No. Plant Employees	2. No. Other Employees	3. Square Miles Served	4. Access Lines per Square Mile	5. Subscribers per Route Mile	
5	10	11,000	.06	23.27	
PART E. TOLL DATA					
1. Study Area ID Code(s) a. 613004 b. _____ c. _____ d. _____ e. _____ f. _____ g. _____ h. _____ i. _____ j. _____		2. Types of Toll Settlements (Check one) <div style="display: flex; justify-content: space-between;"> <div> Interstate: <input type="checkbox"/> Average Schedule Intrastate: <input type="checkbox"/> Average Schedule </div> <div> <input checked="" type="checkbox"/> Cost Basis <input checked="" type="checkbox"/> Cost Basis </div> </div>			
PART F. FUNDS INVESTED IN PLANT DURING YEAR					
1. RUS, RTB, & FFB Loan Funds Expended					
2. Other Long-Term Loan Funds Expended					
3. Funds Expended Under RUS Interim Approval					
4. Other Short-Term Loan Funds Expended					
5. General Funds Expended (Other than Interim)				139,235	
6. Salvaged Materials					
7. Contribution in Aid to Construction					
8. Gross Additions to Telecom. Plant (1 thru 7)				139,235	
PART G. INVESTMENTS IN AFFILIATED COMPANIES					
INVESTMENTS (a)	CURRENT YEAR DATA		CUMULATIVE DATA		
	Investment This Year	Income/Loss This Year	Cumulative Investment To Date	Cumulative Income/Loss To Date	Current Balance
	(b)	(c)	(d)	(e)	(f)
1. Investment in Affiliated Companies - Rural Development					
2. Investment in Affiliated Companies - Nonrural Development					

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION AK0525 PERIOD ENDING December, 2014
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PART H. CURRENT DEPRECIATION RATES	
Are corporation's depreciation rates approved by the regulatory authority with jurisdiction over the provision of telephone services? (Check one)	
<input checked="checked" type="checkbox"/> YES	<input type="checkbox"/> NO

EQUIPMENT CATEGORY	DEPRECIATION RATE
1. Land and support assets - Motor Vehicles	20.00%
2. Land and support assets - Aircraft	
3. Land and support assets - Special purpose vehicles	
4. Land and support assets - Garage and other work equipment	10.00%
5. Land and support assets - Buildings	6.50%
6. Land and support assets - Furniture and Office equipment	9.00%
7. Land and support assets - General purpose computers	10.00%
8. Central Office Switching - Digital	8.69%
9. Central Office Switching - Analog & Electro-mechanical	
10. Central Office Switching - Operator Systems	
11. Central Office Transmission - Radio Systems	8.69%
12. Central Office Transmission - Circuit equipment	8.69%
13. Information origination/termination - Station apparatus	
14. Information origination/termination - Customer premises wiring	
15. Information origination/termination - Large private branch exchanges	
16. Information origination/termination - Public telephone terminal equipment	
17. Information origination/termination - Other terminal equipment	
18. Cable and wire facilities - Poles	5.00%
19. Cable and wire facilities - Aerial cable - Metal	5.00%
20. Cable and wire facilities - Aerial cable - Fiber	5.00%
21. Cable and wire facilities - Underground cable - Metal	5.00%
22. Cable and wire facilities - Underground cable - Fiber	5.00%
23. Cable and wire facilities - Buried cable - Metal	5.00%
24. Cable and wire facilities - Buried cable - Fiber	5.00%
25. Cable and wire facilities - Conduit systems	5.00%
26. Cable and wire facilities - Other	

USDA-RUS		BORROWER DESIGNATION AK0525	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		PERIOD ENDED December, 2014	
INSTRUCTIONS – See help in the online application.			
PART I – STATEMENT OF CASH FLOWS			
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)		469,932	
CASH FLOWS FROM OPERATING ACTIVITIES			
2. Net Income		80,619	
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
3. Add: Depreciation		250,092	
4. Add: Amortization		0	
5. Other (Explain) Depreciation 23684/Accrued Equipment (2463)		21,221	
Changes in Operating Assets and Liabilities			
6. Decrease/(Increase) in Accounts Receivable		55,572	
7. Decrease/(Increase) in Materials and Inventory		2,068	
8. Decrease/(Increase) in Prepayments and Deferred Charges		47,240	
9. Decrease/(Increase) in Other Current Assets		0	
10. Increase/(Decrease) in Accounts Payable		(22,867)	
11. Increase/(Decrease) in Advance Billings & Payments		3	
12. Increase/(Decrease) in Other Current Liabilities		(7,178)	
13. Net Cash Provided/(Used) by Operations		426,770	
CASH FLOWS FROM FINANCING ACTIVITIES			
14. Decrease/(Increase) in Notes Receivable		0	
15. Increase/(Decrease) in Notes Payable		0	
16. Increase/(Decrease) in Customer Deposits		0	
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)		(307,713)	
18. Increase/(Decrease) in Other Liabilities & Deferred Credits		(2,463)	
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital		0	
20. Less: Payment of Dividends		0	
21. Less: Patronage Capital Credits Retired		0	
22. Other (Explain) other liabilities		2,463	
23. Net Cash Provided/(Used) by Financing Activities		(307,713)	
CASH FLOWS FROM INVESTING ACTIVITIES			
24. Net Capital Expenditures (Property, Plant & Equipment)		(28,620)	
25. Other Long-Term Investments		23,684	
26. Other Noncurrent Assets & Jurisdictional Differences		0	
27. Other (Explain) correct plant (110,615)/Correct other LT (23684) Plant Salvage 17199		(117,100)	
28. Net Cash Provided/(Used) by Investing Activities		(122,036)	
29. Net Increase/(Decrease) in Cash		(2,979)	
30. Ending Cash		466,953	

Revision Date 2010

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION AK0525
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2014
NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	

USDA-RUS OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION AK0525
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2014
CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	

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CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report on Compliance with Aspects of Contractual
Agreements and Regulatory Requirements for Telecommunication Borrowers

Board of Directors
Bush-Tell, Inc.
Aniak, Alaska

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Bush-Tell, Inc., which comprise the balance sheet as of December 31, 2014, and the related statements of income, changes in stockholders' equity and cash flows for the year ended, and the related notes to the financial statements, and have issued our report thereon dated March 9, 2015. In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2015, on our consideration of Bush-Tell, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. No reports other than the reports referred to above and our schedule of findings and recommendations related to our audit have been furnished to management.

In connection with our audit, nothing came to our attention that caused us to believe that Bush-Tell, Inc. failed to comply with the terms, covenants, provisions, or conditions of their loan, grant, and security instruments as set forth in 7 CFR Part 1773, *Policy on Audits of Rural Utilities Service Borrowers*, Section 1773.33 and clarified in the RUS policy memorandum dated February 7, 2014, insofar as they relate to accounting matters as enumerated below. However, our audit was not directed primarily toward obtaining knowledge of noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding Bush-Tell, Inc.'s noncompliance with the above-referenced terms, covenants, provisions, or conditions of the contractual agreements and regulatory requirements, insofar as they relate to accounting matters. In connection with our audit, we noted no matters regarding Bush-Tell, Inc.'s accounting and records to indicate that Bush-Tell, Inc. did not:

- Maintain adequate and effective accounting procedures;
- Utilize adequate and fair methods for accumulating and recording labor, material, and overhead costs, and the distribution of these costs to construction, retirement, and maintenance or other expense accounts;
- Reconcile continuing property records to the controlling general ledger plant accounts;
- Clear construction accounts and accrue depreciation on completed construction;
- Record and properly price the retirement of plant;
- Seek approval of the sale, lease or transfer of capital assets and disposition of proceeds for the sale or lease of plant, material, or scrap;
- Maintain adequate control over materials and supplies;
- Prepare accurate and timely Financial and Operating Reports;

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- Obtain written RUS approval to enter into any contract for the management, operation, or maintenance of the borrower's system if the contract covers all or substantially all of the telecommunication system;
- Disclose material related party transactions in the financial statements, in accordance with requirements for related parties in generally accepted accounting principles;
- Record depreciation in accordance with RUS requirements (See RUS Bulletin 183-1, Depreciation Rates and Procedures);
- Comply with the requirements for the detailed schedule of deferred debits and deferred credits; and
- Comply with the requirements for the detailed schedule of investments.

This report is intended solely for the information and use of the board of directors, management, and the RUS and supplemental lenders and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

ERICKSON & BROOKS

Erickson & Brooks

Fremont, Nebraska
March 9, 2015

Brickson & Brooks
CERTIFIED PUBLIC ACCOUNTANTS

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March 9, 2015

To the Board of Directors
Bush-Tell, Inc.
Aniak, Alaska

We have audited the financial statements of Bush-Tell, Inc. for the year ended December 31, 2014, and have issued our report thereon dated March 9, 2015. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated October 20, 2014. Professional standards also require that we communicate to you the following information related to our audit.

Significant Auditing Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Bush-Tell, Inc. are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into by the Company during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

Management's estimate of the cost study true-up is based on revenue requirements relative to all companies participating in the NECA pool. The revenue requirements are determined using complex formulas using the Company's operating cost to provide service and its rate base of assets used in providing that service. The company used the services of a consulting firm to determine that management's estimates were reasonable in relation to the financial statements taken as a whole.

Management's estimate of depreciable lives and estimated residual value of property and equipment is based on historical Regulatory Commission of Alaska guidelines. We evaluated the key factors and assumptions used to develop the depreciable lives and estimated residual value of property and equipment in determining that it is reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

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Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. However, the attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated March 9, 2015.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Company's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Finding or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Company's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the board of directors and management of Bush-Tell, Inc. and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

ERICKSON & BROOKS

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